

Caution: DRAFT FORM

This is an advance proof copy of an IRS tax form. It is subject to change and OMB approval before it is officially released. You can check the scheduled release date on our web site (www.irs.gov).

If you have any comments on this draft form, you can submit them to us on our web site. Include the word DRAFT in your response. You may make comments anonymously, or you may include your name and e-mail address or phone number. We will be unable to respond to all comments due to the high volume we receive. However, we will carefully consider each suggestion. So that we can properly consider your comments, please send them to us within 30 days from the date the draft was posted.

**Parents' Election To Report
Child's Interest and Dividends**▶ See instructions below and on back.
▶ Attach to parents' Form 1040 or Form 1040NR.**2004**Attachment
Sequence No. **40**

Name(s) shown on your return

Your social security number
: :
: :
: :

Caution: The Federal income tax on your child's income, including qualified dividends and capital gain distributions, may be less if you file a separate tax return for the child instead of making this election. This is because you cannot take certain tax benefits that your child could take on his or her own return. For details, see **Tax Benefits You May Not Take** on page 2.

A Child's name (first, initial, and last)**B** Child's social security number
: :
: :
: :**c** If more than one Form 8814 is attached, check here☐**Part I Child's Interest and Dividends To Report on Your Return****1a** Enter your child's **taxable** interest. If this amount is different from the amounts shown on the child's Forms 1099-INT and 1099-OID, see the instructions**1a****b** Enter your child's **tax-exempt** interest. **Do not** include this amount on line 1a**1b****2** Enter your child's ordinary dividends, including any Alaska Permanent Fund dividends. If your child received any ordinary dividends as a nominee, see the instructions**2****3** Enter your child's capital gain distributions. If your child received any capital gain distributions as a nominee, see the instructions**3****4** Add lines 1a, 2, and 3. If the total is \$1,600 or less, skip lines 5 and 6 and go to line 7. If the total is \$8,000 or more, **do not** file this form. Your child **must** file his or her own return to report the income**4****5** Base amount**5**

1,600 00

6 Subtract line 5 from line 4. See the instructions for where to report this amount. Go to line 7 below**6****Part II Tax on the First \$1,600 of Child's Interest and Dividends****7** Amount not taxed**7**

800 00

8 Subtract line 7 from line 4. If the result is zero or less, enter -0-**8****9 Tax.** Is the amount on line 8 less than \$800?☐ **No.** Enter \$80 here and see the **Note** below.☐ **Yes.** Multiply line 8 by 10% (.10). Enter the result here and see the **Note** below.**9**

Note: If you checked the box on line C above, see the instructions. Otherwise, include the amount from line 9 in the tax you enter on Form 1040, line 43, or Form 1040NR, line 40. Be sure to check box **a** on Form 1040, line 43, or Form 1040NR, line 40.